



JACKIE LACEY  
LOS ANGELES COUNTY DISTRICT ATTORNEY

18000 CLARA SHORTRIDGE FOLTZ CRIMINAL JUSTICE CENTER  
210 WEST TEMPLE STREET LOS ANGELES, CA 90012-3210 (213) 974-3501


## ADOPTED

BOARD OF SUPERVISORS  
COUNTY OF LOS ANGELES

April 14, 2015

The Honorable Board of Supervisors  
County of Los Angeles  
383 Kenneth Hahn Hall of Administration  
500 West Temple Street  
Los Angeles, California 90012

39 April 14, 2015

  
PATRICK OGAWA  
ACTING EXECUTIVE OFFICER

Dear Supervisors:

**AUTHORIZE THE DISTRICT ATTORNEY TO ENTER INTO GRANT AWARD AGREEMENTS (GAA) WITH THE STATE OF CALIFORNIA, DEPARTMENT OF INSURANCE (CDI) FOR THE WORKERS' COMPENSATION INSURANCE FRAUD (WCIF), DISABILITY AND HEALTHCARE INSURANCE FRAUD (DHIF), AND AUTOMOBILE INSURANCE FRAUD (AIF) PROGRAMS FOR FISCAL YEAR 2015-16; AND ORGANIZED AUTOMOBILE FRAUD ACTIVITY INTERDICTION "URBAN GRANT" PROGRAM FOR FY 2015-16 THROUGH FY 2017-18 (ALL DISTRICTS) (3-VOTES)**

### SUBJECT

The Workers' Compensation Insurance Fraud (WCIF), Disability and Healthcare Insurance Fraud (DHIF), Automobile Insurance Fraud (AIF), and Urban Grant Programs support enhanced investigation and prosecution of workers' compensation fraud cases, fraudulent disability and healthcare insurance claims, and organized automobile insurance fraud activity, respectively. The District Attorney is requesting the Board sign the attached resolutions required to enter into Grant Award Agreements (GAA) with California Department of Insurance (CDI) for grant funds for WCIF, DHIF, AND AIF for Fiscal Year (FY)2015-16; and Urban Grant for FY 2015-18.

### **IT IS RECOMMENDED THAT THE BOARD:**

- 1) Adopt the attached Resolutions authorizing the District Attorney to enter into an agreement for each of the WCIF, DHIF, and AIF Programs with the State of California, Department of Insurance (CDI) for the period of July 1, 2015 to June 30, 2016. There is no required County match for these grants.
- 2) Adopt the attached Resolution authorizing the District Attorney to enter into a three-year funding

agreement for the Urban Grant Program with the State of California, Department of Insurance (CDI) for the period of July 1, 2015 to June 30, 2018. There is no required County match for this grant.

### **PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION**

On February 13, 2015, the District Attorney's Office (DA) received the FY 2015-16 Request for Applications (RFAs) for WCIF, DHIF, and AIF Programs; and FY2015-18 RFA for Urban Grant Program from CDI. The objective of these programs is to promote coordination and active partnerships in anti-fraud efforts.

The attached resolutions require Board adoption as part of the Grant Award Agreement (GAA). The attached resolutions have been approved as to form by County Counsel and adoption of the resolutions will satisfy County and State requirements.

### **Implementation of Strategic Plan Goals**

Approval of the recommended actions is consistent with Los Angeles County's Strategic Plan Goal No. 1, Operational Effectiveness, to maximize the effectiveness of the County's processes, structure, and operations to support timely delivery of customer-oriented and efficient public services; and Strategic Plan No. 5, Public Safety, to ensure that the committed efforts of the public safety partners continue to maintain and improve to the highest level of safety and security standards for the people of Los Angeles county.

### **FISCAL IMPACT/FINANCING**

The District Attorney's Office will notify your Board once funds have been awarded to WCIF, DHIF, and AIF Programs for FY 2015-16; and Urban Grant Program for FY 2015-18.

### **FACTS AND PROVISIONS/LEGAL REQUIREMENTS**

Pursuant to Insurance Code Sections 1872.83(d) (WCIF), 1872.85 (c)(2) (DHIF), and 1872.8(b)(1) (D) (AIF), and 1874.8 (Urban Grant), CDI is authorized to award and distribute certain funds to District Attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of workers' compensation fraud cases, fraudulent disability and healthcare insurance claims, and organized automobile insurance fraud activity, respectively. The DA has been awarded funding for the WCIF for the past twenty-three years, DHIF for nine years, AIF for twenty-one years, and Urban Grant for thirteen years.

### **IMPACT ON CURRENT SERVICES (OR PROJECTS)**

These programs do not propose attorney staff augmentation. Therefore, the DA is not subject to the Board Motion of December 15, 1998, requiring clearance with the Alternate Public Defender, Probation, Public Defender, and Sheriff's Departments.

**CONCLUSION**

Following Board approval, the Executive Officer-Clerk of the Board is requested to return two (2) copies of the adopted Board Letter, and two (2) copies each of the executed Resolutions to Emily Aidells, District Attorney's Office, 201 N. Figueroa Street, Suite 1300, California, 90012. Any questions may be directed to Ms. Aidells at (213) 202-7674.

Respectfully submitted,

A handwritten signature in black ink, reading "Jackie Lacey". The signature is fluid and cursive, with the first name "Jackie" and last name "Lacey" clearly distinguishable.

JACKIE LACEY

District Attorney

ea

Enclosures

c: Chief Executive Officer  
County Counsel  
Executive Officer, Board of Supervisors

1                                   **BOARD OF SUPERVISORS**  
2                                   **COUNTY OF LOS ANGELES**

3                                   **RESOLUTION**

4                                   Authorization to Accept a Grant Award from the  
5                                   State of California, Department of Insurance  
6                                   Pursuant to California Insurance Code  
7                                   Chapter 12, commencing with § 1871, et seq.

8                                   **WHEREAS**, the provisions of § 1872.83 of the California Insurance  
9                                   Code authorize the State of California, Department of Insurance to award and  
10                                  distribute certain funds to District Attorneys submitting plans approved by the  
11                                  Fraud Division for the increased investigation and prosecution of fraudulent  
12                                  workers' compensation claims; and the District Attorney is charged with providing  
13                                  prosecution of all felony offenses committed within this County; and

14                                 **WHEREAS**, the Board of Supervisors of Los Angeles County recognizes  
15                                 that fraudulent claims are costing our citizens millions of dollars annually, with  
16                                 thousands of jobs being lost due to local business closures precipitated by escalating  
17                                 workers' compensation costs caused by fraud; and

18                                 **WHEREAS**, the County of Los Angeles, acting through its Board of  
19                                 Supervisors, desires to combat workers' compensation insurance fraud by  
20                                 undertaking a certain project designated the "Workers' Compensation Insurance  
21                                 Fraud Program" by the District Attorney, to be funded through funds made  
22                                 available by the Insurance Fraud Prevention Act as provided for pursuant to  
23                                 California Insurance Code § 1872.83, administered by the State of California,  
24                                 Department of Insurance; and

25                                 **WHEREAS**, the State of California, Department of Insurance approved  
26                                 the fraud reduction plan submitted by the Los Angeles County District Attorney's Office

1 for FY 2015-2016, for the Workers' Compensation Insurance Fraud Program for this  
2 specific task.

3 **NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of  
4 the County of Los Angeles hereby authorizes and approves acceptance of grant funds  
5 from the State of California, Department of Insurance, to be used exclusively for the  
6 program designated the "Workers' Compensation Insurance Fraud Program" for the  
7 period covering July 1, 2015 to June 30, 2016;

8 **BE IT FURTHER RESOLVED** that the County of Los Angeles  
9 hereby authorizes the District Attorney to serve as Project Director and to perform  
10 all further tasks necessary for the completion of the project, including  
11 any extensions, execution and submission of amendments, progress reports, and  
12 payment requests relating to the Grant Award Agreement;

13 ///

14 ///

15 ///

16 ///

17 ///

18 ///

19 ///

20 ///

21 ///

22 ///

23 ///

24 ///

25 ///

26 ///

1                   **I DO HEREBY CERTIFY** that at a regular meeting of the Board of  
2 Supervisors of the County of Los Angeles, on this 14<sup>th</sup> day of  
3 April, 2015, the foregoing Resolution was adopted.

4                   **IN WITNESS WHEREOF**, I have hereunto set my hand and affixed  
5 the seal of the Board of Supervisors of the County of Los Angeles  
6 this 14<sup>th</sup> day of April, 2015.




County of Los Angeles

10 By Mike Antonovich

11  
12 Mayor, Board of Supervisors


13 APPROVED AS TO FORM  
14 BY COUNTY COUNSEL:

15 MARK. J. SALADINO

16 By   
17 Joseph A. Langton  
18 Principal Deputy County Counsel



22 ATTEST: PATRICK OGAWA  
23 ACTING EXECUTIVE OFFICER  
24 CLERK OF THE BOARD OF SUPERVISORS

25 By , Deputy  
26

1                                   **BOARD OF SUPERVISORS**  
2                                   **COUNTY OF LOS ANGELES**

3                                   **RESOLUTION**

4                                   Authorization to Accept a Grant Award from the  
5                                   State of California, Department of Insurance  
6                                   Pursuant to California Insurance Code  
7                                   Chapter 12, commencing with § 1871, et seq.

8                                   **WHEREAS**, the provisions of § 1872.85 of the California Insurance  
9 Code authorize the State of California, Department of Insurance to award and  
10 distribute certain funds to District Attorneys submitting plans approved by the  
11 Fraud Division for the increased investigation and prosecution of fraudulent  
12 disability and healthcare insurance claims; and the District Attorney is charged  
13 with providing prosecution of all felony offenses committed within this County;  
14 and

15                                   **WHEREAS**, the Board of Supervisors of Los Angeles County recognizes  
16 that fraudulent healthcare and disability insurance claims are costing our citizens  
17 millions of dollars annually, as reflected in higher insurance premiums and increased  
18 costs for medical services and equipment; and

19                                   **WHEREAS**, the County of Los Angeles, acting through its Board of  
20 Supervisors, desires to combat disability and healthcare insurance fraud by  
21 undertaking a certain project designated the "Disability and Healthcare Insurance  
22 Fraud Program" by the District Attorney, to be funded pursuant to the Insurance  
23 Fraud Prevention Act as provided in California Insurance Code § 1872.85 and  
24 administered by the State of California, Department of Insurance; and

25                                   **WHEREAS**, the State of California, Department of Insurance approved  
26 the fraud reduction plan submitted by the Los Angeles County District Attorney's Office  
for FY 2015-2016, for the Disability and Healthcare Insurance Fraud Program.

1                   **NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of  
2 the County of Los Angeles hereby authorizes and approves acceptance of grant funds  
3 from the State of California, Department of Insurance, to be used exclusively for the  
4 program designated the "Disability and Healthcare Insurance Fraud Program" for the  
5 period covering July 1, 2015 to June 30, 2016;

6                   **BE IT FURTHER RESOLVED** that the County of Los Angeles  
7 hereby authorizes the District Attorney to serve as Project Director and to perform  
8 all further tasks necessary for the completion of the project, including any  
9 extensions, execution and submission of amendments, progress reports, and  
10 payment requests relating to the Grant Award Agreement;

11 ///

12 ///

13 ///

14 ///

15 ///

16 ///

17 ///

18 ///

19 ///

20 ///

21 ///

22 ///

23 ///

24 ///



1                   **I DO HEREBY CERTIFY** that at a regular meeting of the Board of  
2 Supervisors of the County of Los Angeles, on this 14<sup>th</sup> day of  
3 April, 2015, the foregoing Resolution was adopted.

4                   **IN WITNESS WHEREOF**, I have hereunto set my hand and affixed  
5 the seal of the Board of Supervisors of the County of Los Angeles this 14<sup>th</sup>  
6 day of April, 2015.

7  
8 County of Los Angeles



9  
10                   **ATTEST: PATRICK OGAWA**  
11                   **ACTING EXECUTIVE OFFICER**  
12                   **CLERK OF THE BOARD OF SUPERVISORS**

By Mike Antonovich  
Mayor, Board of Supervisors

13 By [Signature], Deputy

14 **APPROVED AS TO FORM**  
15 **BY COUNTY COUNSEL:**

16 **MARK J. SALADINO**

17 By [Signature]  
18 **Joseph A. Langton**  
19 **Principal Deputy County Counsel**

1                                   **BOARD OF SUPERVISORS**  
2                                   **COUNTY OF LOS ANGELES**  
3                                   **RESOLUTION**

4                                   Authorization to Accept a Grant Award from the  
5                                   State of California, Department of Insurance  
6                                   Pursuant to California Insurance Code  
7                                   Chapter 12, commencing with §1871, et seq.

8                                   **WHEREAS**, the provisions of §1872.8 of the California Insurance  
9                                   Code authorize the State of California, Department of Insurance to award and  
10                                  distribute certain funds to District Attorneys submitting plans approved by the  
11                                  Fraud Division for the increased investigation and prosecution of fraudulent  
12                                  automobile insurance claims; and the District Attorney is charged with providing  
13                                  prosecution of all felony offenses committed within this County; and

14                                 **WHEREAS**, the County of Los Angeles, acting through its Board of  
15                                 Supervisors, desires to combat automobile insurance fraud by undertaking a certain  
16                                 project designated the "Automobile Insurance Fraud Program" by the District Attorney,  
17                                 to be funded through funds made available by the Insurance Fraud Prevention Act as  
18                                 provided for pursuant to California Insurance Code §1872.8, administered by the State  
19                                 of California, Department of Insurance; and

20                                 **WHEREAS**, the State of California, Department of Insurance approved  
21                                 the fraud reduction plan submitted by the Los Angeles County District Attorney's Office  
22                                 for FY 2015-2016, for the Automobile Insurance Fraud Program for this specific task.

23                                 **NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of  
24                                 the County of Los Angeles hereby authorizes and approves acceptance of grant funds  
25                                 from the State of California, Department of Insurance, to be used exclusively for the  
26                                 program designated the "Automobile Insurance Fraud Program" for the period  
                                      covering July 1, 2015 to June 30, 2016;

**BE IT FURTHER RESOLVED** that the County of Los Angeles

hereby authorizes the District Attorney to serve as Project Director and to

perform all further tasks necessary for the completion of the project, including

any extensions, execution and submission of amendments, progress reports, and

payment requests relating to the Grant Award Agreement;

///

///

///

///

///

///

///

///

///

///

///

///

///

///

///

///

///

///

1                   **I DO HEREBY CERTIFY** that at a regular meeting of the Board of  
2 Supervisors of the County of Los Angeles, on this 14<sup>th</sup> day of  
3 April, 2015, the foregoing Resolution was adopted.

4                   **IN WITNESS WHEREOF**, I have hereunto set my hand and  
5 affixed the seal of the Board of Supervisors of the County of Los Angeles  
6 this 14<sup>th</sup> day of April, 2015.



7  
8  
9                   ATTEST: PATRICK OGAWA  
10                  ACTING EXECUTIVE OFFICER  
11                  CLERK OF THE BOARD OF SUPERVISORS

12 By [Signature], Deputy

County of Los Angeles

By [Signature: Mike Antonovich]  
Mayor, Board of Supervisors

13  
14 APPROVED AS TO FORM  
BY COUNTY COUNSEL:

15 MARK J. SALADINO

16  
17 By [Signature]  
18                  Joseph A. Langton  
19                  Principal Deputy County Counsel  
20  
21  
22  
23  
24  
25  
26

1                                   **BOARD OF SUPERVISORS**  
2                                   **COUNTY OF LOS ANGELES**  
3                                   **RESOLUTION**

4                                   Authorization to Accept Grant Award Funds From  
5                                   The State of California, Department of Insurance  
6                                   Pursuant to California Insurance Code  
7                                   Chapter 12, commencing with §1871, et seq.

8                                   **WHEREAS**, the provisions of §1874.8 of the California Insurance  
9                                   Code authorize the State of California, Department of Insurance to award and  
10                                  distribute certain funds to district attorneys submitting plans approved by the  
11                                  Fraud Division for the increased investigation and prosecution of organized  
12                                  automobile insurance fraud activity; and the District Attorney is charged with  
13                                  providing prosecution of all felony crimes, including organized automobile  
14                                  insurance fraud and economic auto theft activity within this County; and

15                                 **WHEREAS**, the County of Los Angeles, acting through its Board of  
16                                 Supervisors, desires to combat organized automobile insurance fraud by  
17                                 undertaking a certain project designated the "Organized Automobile Insurance  
18                                 Fraud Activity Interdiction (Urban Grant) Program" by the District Attorney, to be  
19                                 funded through funds made available by the Insurance Fraud Prevention Act as  
20                                 provided for pursuant to California Insurance Code §1874.8, administered by the  
21                                 State of California, Department of Insurance; and

22                                 **WHEREAS**, the State of California, Department of Insurance  
23                                 approved the fraud reduction plan submitted by the Los Angeles County District  
24                                 Attorney's Office for Fiscal Years 2015-2016, 2016-2017, and 2017-2018; for  
25                                 Urban Grant Program for this specific task;  
26

1 District Attorney's Office for Fiscal Years 2015-2016, 2016-2017, and  
2 2017-2018; for Urban Grant Program for this specific task;


3 **NOW THEREFORE, BE IT RESOLVED** that the Board of Supervisors of  
4 the County of Los Angeles hereby authorizes and approves acceptance of grant  
5 funds from the State of California, Department of Insurance, to be used  
6 exclusively for the program designated the "Urban Grant" for the period covering  
7 July 1, 2015 to June 30, 2018;

8 **BE IT FURTHER RESOLVED** that the County of Los Angeles  
9 hereby authorizes the District Attorney to serve as Project Director and to  
10 perform all further tasks necessary for the completion of the project,  
11 including any extensions, execution and submission of amendments,  
12 progress reports, and payment requests relating to the Grant Award  
13 Agreement;

1                   **I DO HEREBY CERTIFY** that at a regular meeting on the Board of  
2 Supervisors of the County of Los Angeles, on this 14<sup>th</sup> day of  
3 April, 2015, the foregoing Resolution was adopted.

4                   **IN WITNESS WHEREOF**, I have hereunto set my hand and  
5 affixed the seal of the Board of Supervisors of the County of Los Angeles  
6 this 14<sup>th</sup> day of April, 2015.

7                   ATTEST: PATRICK OGAWA  
8                   ACTING EXECUTIVE OFFICER  
9                   CLERK OF THE BOARD OF SUPERVISORS

10 By , Deputy

County of Los Angeles

By   
Mayor, Board of Supervisors



11 APPROVED AS TO FORM  
12 BY COUNTY COUNSEL:

13 MARK J. SALADINO

14 By   
15 Joseph A. Langton  
16 Principal Deputy County Counsel